District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	
District RP	
Facility ID	
Application ID	

Release Notification

XRPY8-190908-C-1410

Responsible Party

Responsible Party: WPX Energy Permian, LLC	OGRID: 246289			
Contact Name: Deborah Watson	Contact Telephone: 575-885-7561			
Contact email: deborah.watson@wpxenergy.com	Incident # 2RP-5506			
Contact mailing address: 5315 Buena Vista Drive, Carlsbad, NM 88220				

Location of Release Source

Latitude 32.02092 Longitude -103.97464 (NAD 83 in decimal degrees to 5 decimal places)

Site Name: East Pecos Federal 22 #009H	Site Type: Well Pad
Date of Release: June 10, 2019 @ 8:00 AM	API# (if applicable) 30-015-43349

Unit Letter	Section	Township	Range	County
M	22	26S	29E	Eddy

Nature and Volume of Release

Crude Oil	(s) Released (Select all that apply and attach calculations or specific Volume Released (bbls)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls) 270	Volume Recovered (bbls) 270
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	⊠ Yes □ No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
☐ Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
Cause of Release		

Swedge on transfer pump failed releasing produced water into lined secondary containment where it mixed with rainwater from storm event. All fluids were contained within lined secondary containment except a light mist which impacted vegetation located off pad.

Form C-141 Page 3

State of New Mexico Oil Conservation Division

Incident ID	
District RP	
Facility ID	
Application ID	

Closure

XRPY8-190908-C-1410

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following	items must be included in the closure report.
A scaled site and sampling diagram as described in 19.15.29.	11 NMAC
Photographs of the remediated site prior to backfill or photos must be notified 2 days prior to liner inspection) Liner Inspection	of the liner integrity if applicable (Note: appropriate OCD District office
☐ Laboratory analyses of final sampling (Note: appropriate OD	C District office must be notified 2 days prior to final sampling) N/A
Description of remediation activities	
and regulations all operators are required to report and/or file certain may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and rehuman health or the environment. In addition, OCD acceptance of	ations. The responsible party acknowledges they must substantially onditions that existed prior to the release or their final land use in
Printed Name: Deborah Watson	Title: HSE Specialist
Signature:	
Signature:	Date: September 8, 2019
email: deborah.watson@wpxenergy.com	Telephone: 575-885-7561
OCD Only	
Received by:	Date:
	of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible for regulations.
Closure Approved by:	Date:
Printed Name:	
_	

P.O. Box 1708 • Artesia, NM 88211 www.hrlcomp.com

September 7, 2019

Deborah Watson Environmental Specialist - Permian Basin 5315 Buena Vista Dr. Carlsbad, NM 88220

XRPY8-190908-C-1410

Closure Report
East Pecos Federal 22 #009H
2RP-5506
API #: 30-015-43349
Eddy County, New Mexico

Mrs. Watson:

This report presents the findings of the liner inspection conducted by HRL Compliance Solutions at the East Pecos Federal 22 #009H Production Facility on August 21, 2019. The objective of the liner inspection was to demonstrate the liner integrity and verify that it remained intact and had the ability to contain the produced water release that occurred within the tank battery secondary containment on June 10, 2019. This report is also intended to serve as a final closure report to obtain approval from New Mexico Oil Conservation Division (NM OCD) for closure of the release.

Table 1: Release Summary

Site Name		East Pecos I	Federal 22 #009H		
	Lat.	Long.	Unit Letter, Section, Township,		
Location		· ·	Range		
	32.02092°	-103.97464°	Unit Letter M, Section 22,		
			Township 26S, Range 29E		
District RP	2RP-5506	2RP-5506			
Estimated Date of Release	6/10/2019	6/10/2019			
Date Reported	6/12/2019	6/12/2019			
Reported By	Deborah Wa	Deborah Watson			
Reported To	NMOCD	NMOCD			
Surface Owner	Private: Ross	Private: Ross Ranch			
Cause of Release	Swedge on	Swedge on transfer pump failed releasing produced water			
	lined second	lined secondary containment			
Released Material	Produced W	Produced Water			
Volume Release	270 bbls	270 bbls			
Volume Recovered	270 bbls	270 bbls			
Net Release	0 bbls	0 bbls			



1.0 Initial Response & Notification

A 270 bbl produced water release occurred on June 10, 2019 at the East Pecos Federal 22 #009H well site, as a result of swedge failure on a transfer pump. Mike Bratcher of NMOCD was notified of the release by Deborah Watson on June 12, 2019 via phone call. All released fluids were contained within the lined secondary containment. A vacuum truck removed all standing liquids from within the secondary containment.

2.0 Liner Inspection and Verification

Following NMOCD notification attached as Appendix B, the liner was visually inspected for cracks, tears, cuts, and other signs of damage to verify that the liner remained intact and had the ability to contain the release, as required by Subparagraph (a) of Paragraph (5) of Subsection A of 19.15.29.11 NMAC. HRL Compliance Solutions conducted the liner inspection on August 21, 2019 at approximately 10:00 A.M.

The steel framed secondary containment at the East Pecos Federal 22 #009H Production Facility consists of a polyurea spray-in-liner. The liner that was investigated appeared to be in good condition and fully intact with no tears, cracks, or signs of damage. No structural deficiencies were identified throughout the containment foundation. Visual staining was not present on the well pad surface surrounding the secondary containment. Therefore the integrity of the containment was not compromised as a result of the release that occurred on June 10, 2019. All liner certification requirements outlined in Subsection A of 19.15.29.12 NMAC have been met. Photos of the liner and secondary containment are included in Appendix C.

Soil samples were not collected at the East Pecos Federal 22 #009H following vacuum removal of the free-standing liquids because the spill was contained entirely within the lined secondary containment where there is no soil.

3.0 Summary

A release of 270 bbls of produced water was discovered on June 10, 2019 at the East Pecos Federal 22 #009H production facility. The cause of the release was due to swedge failure on a transfer pump located within the secondary containment. The release was contained entirely within the secondary containment and all free-standing were removed by a vacuum truck.

On August 21, 2019 HRL Compliance Solutions conducted a liner inspection to verify that no tears, cracks, or signs of damage were present in the liner. The liner was found to be fully intact and in good condition showing no visible signs of damage or deterioration. The liner requirements outlined in Subsection A of 19.15.29.12 NMAC were fully met. Due to the criteria outlined above, HRL recommends that Incident 2RP-5506 be closed.



If there are any questions regarding this report, please contact Kevin Smith at 575-616-7398 Ext. 435.

Prepared by:

HRL Compliance Solutions, Inc.

Kevin Smith

Environmental Scientist - Permian

Kein Durch

Attachments:

Appendix A: C-141 Release Notification

Appendix B: NMOCD Liner Inspection Notification

Appendix C: Liner Inspection Photos



Appendix A: C-141 - Release Notification

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAB1917955124
District RP	2RP-5506
Facility ID	
Application ID	pAB1917954679

Release Notification

Responsible Party

Responsible Party: WPX Energy Permian, LLC	OGRID: 246289			
Contact Name: Deborah Watson	Contact Telephone: 575-885-7561			
Contact email: deborah.watson@wpxenergy.com	Incident # (assigned by OCD) NAB1917955124			
Contact mailing address: 5315 Buena Vista Drive, Carlsbad, NM 88220				

Location of Release Source

Latitude 32.02092 Longitude -103.97464 (NAD 83 in decimal degrees to 5 decimal places)

I	Site Name: East Pecos Federal 22 #009H			Site Type: Well Pad			
Date of Release: June 10, 2019 @ 8:00 AM		API# (if applicable) 30-015-4	3349				
	I Init I attan	Castion	Torrachia	Danas		Country	1
	Unit Letter	Section	Township	Range	County		

M 22 26S 29E Eddy	Unit Letter	Section	Township	Range	County
	M	77	26S	29E	Eddy

Surface Owner:

State Federal Tribal Private (Name: Ross Ranch)

Nature and Volume of Release

Material	l(s) Released (Select all that apply and attach calculations or specific	justification for the volumes provided below)	
Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)	
Produced Water	Volume Released (bbls) 270	Volume Recovered (bbls) 270	
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	⊠ Yes □ No	
Condensate	Volume Released (bbls)	Volume Recovered (bbls)	
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)	
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)	
Cause of Release			
Swedge on transfer pump failed releasing produced water into lined secondary containment where it mixed with rainwater from storm event. All fluids were contained within lined secondary containment except a light mist which impacted vegetation located off pad.			

Incident ID	NAB1917955124
District RP	2RP-5506
Facility ID	
Application ID	nΔB101705/670

Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release? Volume of release.	
19.15.29.7(A) NMAC?		
⊠ Yes □ No		
	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? er (NMOCD) on Wednesday, June 12 at 7:05 AM via phone call. Follow-up email sent to Mike Bratcher and	
	Initial Response	
The responsible p	party must undertake the following actions immediately unless they could create a safety hazard that would result in injury	
☐ The source of the rele	ease has been stopped.	
☐ The impacted area has been secured to protect human health and the environment.		
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.		
☑ All free liquids and recoverable materials have been removed and managed appropriately.		
If all the actions described above have <u>not</u> been undertaken, explain why:		
has begun, please attach	IAC the responsible party may commence remediation immediately after discovery of a release. If remediation a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred at area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.	
regulations all operators are public health or the environmal failed to adequately investigations.	rmation given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and required to report and/or file certain release notifications and perform corrective actions for releases which may endanger ment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have rate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In f a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws	
Printed Name: Deborah V	Watson Title: Environmental Specialist	
	nah Wath_	
Signature:	Date: 06/21/2019	
email: deborah.watson@v	wpxenergy.com Telephone: 575-885-7561	
OCD Only		
Received by:Ar	malia Bustamante Date: _6/28/2019	



Appendix B: NMOCD Liner Inspection Notification

From: Kevin Smith

To: "mike.bratcher@state.nm.us"; "Victoria.Venegas@state.nm.us"; "Robert.Hamlet@state.nm.us"

Cc: "deborah.watson@wpxenergy.com"; Lori O"Brien

Subject: East Pecos Federal 22-9H Sampling Notification (2RP-5506, 2RP-5510, 2RP-5511)

Date: Monday, August 19, 2019 10:03:00 AM

Attachments: <u>image007.png</u>

image008.png image009.png

Good Morning,

This email serves as notification of confirmation sampling and liner inspection at the East Pecos Federal 22-9H for the spills that occurred on June 9 and June 10 (2RP-5506, 2RP-5510, 2RP-5511). HRL Compliance Solutions will be on location Wednesday, August 21st, around 10 AM to begin collecting confirmation samples and to conduct a liner inspection.

If you have any questions, please contact me.

Thank you,

Kevin Smith | Environmental Scientist

HRL Compliance Solutions, Inc.
P.O. Box 1708 | Artesia, NM 88211-1708
main 575.616.7398 | mobile 936.689.0078
Web | vCard | Map | | | | | | | | | |



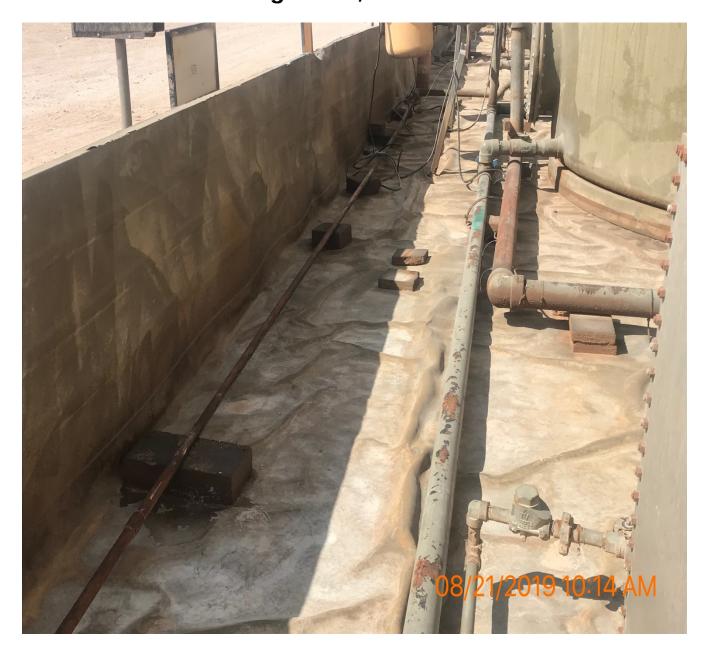
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Appendix C: Liner Inspection Photos



Containment: South of Tanks August 21, 2019





Containment: South of Tanks August 21, 2019





Containment: North of Tanks August 21, 2019





Containment: Southwest Corner August 21, 2019





Containment: Southeast Corner August 21, 2019





Containment: East Wall

August 21, 2019



WPX Energy Permian, LLC | East Pecos Federal 22 #009H | 9/7/2019

15



Outside Containment: North August 21, 2019





Outside Containment: South August 21, 2019





Outside Containment: East August 21, 2019





Outside Containment: East August 21, 2019

